PHAS NOTICE

HUD has determined that it will not extend the interim scoring process for the PHAS Financial Condition Indicator (FASS) and the Physical Condition Indicator (PASS). Thus, PHA's with fiscal years ending on and after 9/30/03 will be scored in accordance with the FASS Scoring Notice published on December 21, 2000 and the PASS Scoring Notice published on June 28, 2000. The December 21, 2000 FASS Scoring Notice provides that a PHA's scores for Current Ratio (CR) and Number of Months Expendable Fund Balance (MEFB) are based on peer groups. The June 28, 2000 PASS Scoring Notice provides that a property score is the weighted average of the scores derived from deficiencies observed in the five inspectable areas.

For PHA's with a PASS score of 24 or greater on the 30-point score, properties will continue to be inspected every other year. **See <u>Federal Register</u> Notice.**